LEGISLATIVE SERVICES AGENCY OFFICE OF FISCAL AND MANAGEMENT ANALYSIS

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FISCAL IMPACT STATEMENT

LS 6596 NOTE PREPARED: Dec 11, 2002

BILL NUMBER: HB 1090 BILL AMENDED:

SUBJECT: Municipal Waterworks Boards.

FIRST AUTHOR: Rep. Kersey BILL STATUS: As Introduced

FIRST SPONSOR:

FUNDS AFFECTED: X GENERAL IMPACT: Local

DEDICATED FEDERAL

<u>Summary of Legislation:</u> This bill upon the petition of property owners within a municipal waterworks district, allows the county executive to appoint to the district's board of directors two additional directors who are residential customers of the waterworks owning real property within the district but outside the corporate boundaries of the municipality. The bill also establishes a petition and remonstrance process to establish and eliminate the additional board positions.

Effective Date: July 1, 2003.

Explanation of State Expenditures:

Explanation of State Revenues:

Explanation of Local Expenditures: This bill gives certain waterworks districts the opportunity to add two directors to its board if:

- the district serves territory outside the municipality's boundaries;
- a petition requesting a petition and remonstrance process is filed and produces results in favor of the addition of two members; and
- the county executive appoints members who are residential customers of the waterworks that own real property within the district but outside the municipality's boundaries.

The petition and remonstrance process must be requested by a petition of at least 250 or 10% of owners of real property within the district, whichever is less. A county auditor could incur additional expenses in administering the petition and remonstrance process depending on the additional staff time required and

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number of people who participate in the process.

The board may also incur additional expenses by having two more directors.

Explanation of Local Revenues:

State Agencies Affected:

Local Agencies Affected: Certain Municipal Waterworks Districts.

Information Sources:

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